

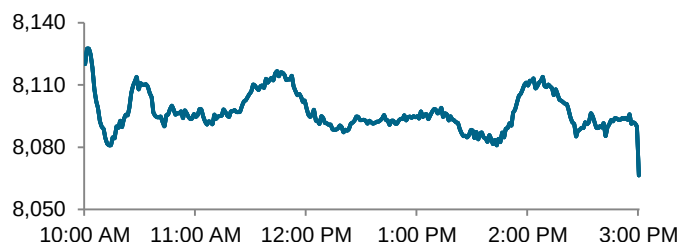
DAILY MARKETS OVERVIEW

11 DECEMBER 2019

السوق السعودي
Saudi Fransi Capital
Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,066	-0.7	2.0	3.1	20.8
Saudi (NOMU)	6,651	1.5	-3.3	163.8	NA
Energy	5,458	1.0	4.4	12.6	37.2
Materials	4,901	-0.7	2.1	-6.7	33.1
Capital Goods	3,949	0.9	1.9	1.2	33.0
Com. & Prof. Svc	4,339	0.2	0.8	4.9	18.7
Transportation	4,081	-1.2	0.6	17.4	19.4
Cons. Durables & Apparel	3,147	-0.2	0.5	-14.1	NA
Consumer Services	3,534	0.1	1.7	19.9	30.7
Media	7,963	-2.3	-0.3	-21.8	33.2
Retailing	7,283	0.1	0.6	6.1	31.4
Food & Staples Retailing	6,350	-1.8	0.2	6.8	27.7
Food & Beverages	4,114	-0.1	2.8	5.8	NA
Health Care Equipment	3,510	-0.9	0.1	-6.6	24.5
Pharma, Biotech & Life Science	3,423	-1.0	0.0	-11.7	NA
Banks	7,805	-1.0	2.3	8.2	13.6
Diversified Financials	2,981	-3.5	-2.7	-14.3	NA
Insurance	4,207	-1.1	1.4	0.8	NA
Telecommunication	6,234	0.8	4.4	15.3	18.8
Utilities	4,378	0.0	-0.9	29.9	NA
REITs	3,856	-0.4	0.2	6.4	24.8
Real Estate	2,863	-0.6	-0.2	-11.2	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Alujain corp.	26.00	6.7%	28
Al Hassan Ghazi Ibrahim Shaker	9.91	5.4%	26
Al Kathiri Holding Co.	119.00	5.3%	90
Saudi Ceramic Co.	32.65	3.3%	22
Saudi Steel Pipe Co.	18.96	2.9%	9

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Banque Saudi Fransi	12-Dec-19
Saudi Cable Co.	15-Dec-19
Mouwasat Medical Services Co.	16-Dec-19
Bank Aljazira	16-Dec-19
AXA Cooperative Insurance Co.	16-Dec-19
Gulf Union Cooperative Insurance Co.	17-Dec-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of December 11, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.7% lower at 8,066 while NOMU closed 1.5% higher at 6,651 on Tuesday. TASI traded value totaled SAR 2.6bn and averaged SAR 2.9bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 39.8% of the daily traded value.
- MSCI Emerging Markets was down 0.2% on Tuesday, trading at P/E (TTM) of 14.7x vs. 20.8x for TASI.
- Banks and Materials were down 1.0% and 0.7%, respectively. Telecom closed 0.8% higher. Energy (up 1.0%) was the best performing sector. Among stocks, Alujain corp. (2170/ALCO AB), Al Hassan Ghazi Ibrahim Shaker (1214/SHAKER AB), and Al Kathiri Holding Co. (9508/ALKATHIR AB) led the gainers.
- The listing and trading of the Saudi Arabian Oil Company (Saudi Aramco) will start on today, with the symbol 2222, and a $\pm 10\%$ daily price fluctuation limit. On the first day of trading only, the opening auction for Saudi Aramco will be extended for 30 minutes. Accordingly, the opening auction session will start from 9:30 a.m. until 10:30 a.m. AST. Continuous trading will start at 10:30 a.m. AST. (Source: Tadawul)
- According to the Finance Minister, KSA's budget deficit dropped to SAR 131bn (USD 34.9bn) in 2019 (4.7% of estimated 2019 GDP) due to the implementation of cost-efficiency strategy and the private sector's contribution to the pipeline of projects in 2019. Budget deficit is expected to reach SAR 187bn (USD 49.9bn) next year. (Source: Argam)
- The Saudi Arabian Monetary Authority (SAMA) issued rules governing microfinance companies. The rules aim to regulate the licensing provisions and activities of such. (Source: Argam)
- According to the SAMA, cash liquidity of KSA banks increased by 5% in October 2019. He also noted that loans granted to the real estate sector exceeded 19% of the financing portfolio compared to 12% in 2014. (Source: Argam)
- Minister of Communications and Information Technology revealed that KSA ranks third in 5G deployment globally. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
National Agriculture Marketing Co.	17.20	-7.8%	12
Kingdom Holding Co.	6.68	-6.1%	8
United International Transportation Co.	34.25	-3.5%	9
Dar Alarkan Real Estate Development Co.	10.34	-3.4%	112
Tabuk Agriculture Development Co.	8.90	-3.3%	28

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	63.20	-0.5%	380
Alinma Bank	24.00	-0.7%	289
Saudi Basic Industries Corp.	92.20	-0.9%	159
Dar Alarkan Real Estate Development Co.	10.34	-3.4%	112
Al Kathiri Holding Co.	119.00	5.3%	90

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,688	0.1	-0.3	6.2	10.7
Abu Dhabi (ADX)	5,020	-0.1	-0.5	2.1	15.4
Kuwait (KSE)	5,487	0.3	0.0	5.8	16.9
Qatar (QE)	10,317	0.4	-0.4	0.2	15.0
Oman (MSM)	4,018	-0.1	-0.3	-7.1	7.6
Bahrain (BSE)	1,550	0.0	0.2	15.9	12.5
DJMENA Index	584	-0.2	1.0	5.0	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,133	-0.1	-0.4	25.0	20.8
US (NASDAQ 100)	8,616	-0.1	-0.5	29.9	24.0
UK (FTSE 100)	7,214	-0.3	-0.4	7.2	17.4
Germany (DAX)	13,071	-0.3	-0.7	23.8	24.2
France (CAC 40)	5,848	0.2	-0.4	23.6	20.9
Russia (MICEX)	2,932	-0.4	0.1	23.8	5.6
Japan (Nikkei)	23,410	-0.1	0.2	17.0	18.6
Hong Kong (HSI)	26,437	-0.2	-0.2	2.3	10.3
South Korea (KOSPI)	2,098	0.4	0.8	2.8	16.3
China (SHCOMP)	2,917	0.1	0.2	17.0	14.0
India (NIFTY)	11,857	-0.7	-0.5	9.2	25.9
Brazil (IBOV)	110,672	-0.3	-0.4	25.9	17.3
Turkey (BIST 100)	108,011	-0.7	-0.8	18.3	8.4
Egypt (EGX30)	13,509	0.5	-0.8	3.6	11.6
MSCI Emerging Markets	1,050	-0.2	0.1	8.7	14.7
MSCI World	2,290	-0.1	-0.3	21.5	20.0

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	64.3	0.1	-0.1	19.6	7.3
Natural Gas (\$/mmbtu)	2.3	1.4	-3.0	-23.0	-29.3
Gold (\$/oz)	1,464	0.2	0.3	14.2	17.7
Silver (\$/oz)	16.7	0.4	0.6	7.6	14.7
Platinum (\$/oz)	922	3.0	2.8	15.9	17.5
Copper (\$/t)	6,070	0.4	1.8	2.0	-0.3
Zinc (\$/t)	2,225	-0.7	-0.8	-11.7	-15.9
Lead (\$/mt)	1,893	1.4	0.6	-5.8	-4.2
Wheat (\$/bu)	524	0.2	-0.1	4.1	-7.9
Corn (\$/bu)	377	0.3	0.1	0.5	-8.3
Sugar (\$/lb)	13.5	0.6	2.1	11.9	-1.8

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.89	0.00	-0.92	0.00
Saudi Arabia	2.24	0.00	-0.74	0.35
UAE	2.16	-0.04	-0.68	0.27
Kuwait	2.75	0.00	0.44	0.86
Qatar	2.20	-0.08	-0.71	0.31
Bahrain	2.72	0.00	-1.23	0.83

Source: Reuters

NOTES: (1) Prices updated as of December 11, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Tuesday. S&P 500 and NASDAQ declined 0.1%. Dow Jones Industrial also closed 0.1% lower. In Europe, UK decreased 0.3%. Germany ended 0.3% lower while France closed 0.2% higher.
- Asian markets are trading mostly higher on Wednesday. China is up 0.1%. Japan is trading 0.1% lower while South Korea is up 0.4%. Hong Kong and India are trading 0.3% and 0.4% higher, respectively.
- GCC markets ended mixed on Tuesday. Dubai was up 0.1% while Abu Dhabi declined 0.1%. Kuwait and Qatar ended 0.3% and 0.4% higher, respectively. Oman declined 0.1% while Bahrain closed flat.
- Kuwait cut the official selling price (OSPs) for January Kuwait Export Crude (KEC) it sells to Asia to USD 1.55 a barrel above the average of Oman/Dubai quotes, down 10 cents a barrel from the previous month. (Source: Zawya)
- According to UAE's Ministry of Finance (MoF), the UAE recorded a budget surplus of 2.2% in 2018, largely due to the introduction of the value-added tax (VAT). (Source: Trade Arabia)
- Smart Dubai launched UAE 'Residency' application services in partnership with the General Directorate of Residency and Foreigners Affairs in Dubai via its Dubai Now application and e-services platform allowing the residents to conduct transactions from the convenience of their smartphones. (Source: Trade Arabia)
- Dubai based ENOC Group announced the signing of an aviation fuel supply agreement with Indian Oil Corporation (IOCL IN). The agreement will see IOC provide aviation fuel to ENOC's customers flying to and from 34 Indian airports. (Source: Arabian Business)
- India based Nuberg EPC has been awarded a contract for the expansion of existing 45-tonnes-per-day (tpd) chlor-alkali plant and Greenfield calcium chloride plant project in Sohar, Oman. (Source: Trade Arabia)
- Dubai's MAG Group revealed that it is set to break ground on Phase Two and Three of MAG City, a project within Mohammed Bin Rashid Al Maktoum City at the Meydan District 7 in Dubai. (Source: Trade Arabia)
- UAE based Ali & Sons Marine Engineering Factory (ASMEF) and Italy's Rosetti Marino Group have recently formed a new UAE based company under the name of Rosetti-Ali & Sons. The new company aims to increase acquisition and execution of potential onshore and offshore oil and gas EPC projects as well as enhancing its market reach and capabilities. (Source: Trade Arabia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 6 (prior: -4.9mn barrels) will be announced today. (Source: Trading Economics)
- US jobless claims for the week ended December 7 (prior: 203K; consensus: 212K) will be announced tomorrow. (Source: Trading Economics)
- Japan's Industrial Production for October 2019 (prior: 1.3% Y/Y, 1.7% M/M; consensus: -7.4% Y/Y, -4.2% M/M) will be announced on December 13. (Source: Trading Economics)



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